WHAT IS CLAIMED IS:

1. The compound 2-(4-fluorophenyl)-3-(2-phenoxy-pyrimidin-4-yl)-6,7-dihydro-5*H*-pyrazolo-[1,2-a]pyrazol-1-one, including all enantiomeric and diasteriomeric forms and pharmaceutically acceptable salts thereof, said compound having the formula:

- 2. A pharmaceutical composition comprising:
 - a) an effective amount of the compound 2-(4-fluorophenyl)-3-(2-phenoxy-pyrimidin-4-yl)-6,7-dihydro-5*H*-pyrazolo-[1,2-a]pyrazol-1-one, including all enantiomeric and diasteriomeric forms and pharmaceutically acceptable salts thereof, said compound having the formula:

- b) one or more pharmaceutically acceptable excipients.
- 3. The compound 2-(4-fluorophenyl)-3-[2-(2-hydroxy-1,2-dimethylpropylamino)pyrimidin-4-yl]-6,7-dihydro-5*H*-pyrazolo[1,2-a]pyrazol-1-one, including all enantiomeric and diasteriomeric forms and pharmaceutically acceptable salts thereof, said compound having the formula:

- 4. A pharmaceutical composition comprising:
 - a) an effective amount of the compound 2-(4-fluorophenyl)-3-(2-phenoxy-pyrimidin-4-yl)-6,7-dihydro-5*H*-pyrazolo-[1,2-a]pyrazol-1-one, including all enantiomeric and diasteriomeric forms and pharmaceutically acceptable salts thereof, said compound having the formula:

- b) one or more pharmaceutically acceptable excipients.
- 5. A method for controlling osteoarthritis, rheumatoid arthritis and diabetes in humans, said method comprising the step of administering to said humans a pharmaceutical composition comprising:
 - a) an effective amount of one or more bicyclic pyrazolones including all enantiomeric and diasteriomeric forms and pharmaceutically acceptable salts thereof, said compound having the formula:

$$\begin{array}{c|c}
Z & R^2 \\
R^2 & R^2 \\
R^2 & R^2
\end{array}$$

wherein R is:

- a) $-O[CH_2]_kR^3$; or
- b) $-NR^{4a}R^{4b}$;

 R^3 is substituted or unsubstituted C_1 - C_4 alkyl, substituted or unsubstituted heterocyclic, substituted or unsubstituted hydrocarbyl, substituted or unsubstituted heterocyclyl, substituted or unsubstituted aryl or alkylenearyl, substituted or unsubstituted heteroaryl or alkyleneheteroaryl; the index k is from 0 to 5; R^{4a} and R^{4b} are each independently:

- a) hydrogen; or
- b) $-[C(R^{5a}R^{5b})]_mR^6$;

each R^{5a} and R^{5b} are independently hydrogen, or C_1 - C_4 linear, branched, or cyclicalkyl, and mixtures thereof; R^6 is hydrogen, $-OR^7$, $-N(R^7)_2$, $-CO_2R^7$, $-CON(R^7)_2$; substituted or unsubstituted C_1 - C_4 alkyl, substituted or unsubstituted aryl, or substituted or unsubstituted heteroaryl; R^7 is hydrogen, a water-soluble cation, C_1 - C_4 alkyl, or substituted or unsubstituted aryl; the index m is from 0 to 5; R^1 is:

- a) substituted or unsubstituted aryl; or
- b) substituted or unsubstituted heteroaryl; each R² unit is independently selected from the group consisting of:
- a) hydrogen;
- b) $-(CH_2)_iO(CH_2)_nR^8$;
- c) $-(CH_2)_iNR^{9a}R^{9b};$
- d) $-(CH_2)_iCO_2R^{10}$;
- e) $-(CH_2)_iOCO_2R^{10}$
- f) $-(CH_2)_iCON(R^{10})_2;$
- g) $-(CH_2)_i OCON(R^{10})_2;$
- h) two R² units can be taken together to form a carbonyl unit;
- i) and mixtures thereof;

R⁸, R^{9a}, R^{9b}, and R¹⁰ are each independently hydrogen, C₁-C₄ alkyl, and mixtures thereof; R^{9a} and R^{9b} can be taken together to form a carbocyclic or heterocyclic ring comprising from 3 to 7 atoms; two R¹⁰ units can be take together to form a

carbocyclic or heterocyclic ring comprising from 3 to 7 atoms; j is an index from 0 to 5, n is an index from 0 to 5;

Z is O, S, NR¹¹, or NOR¹¹; R¹¹ is hydrogen or C₁-C₄ alkyl; and

- b) one or more pharmaceutically acceptable excipients.
- 6. A method for controlling the osteoarthritis, rheumatoid arthritis and diabetes in humans, said method comprising the step of administering to said humans a pharmaceutical composition comprising:
 - a) an effective amount of the compound 2-(4-fluorophenyl)-3-(2-phenoxy-pyrimidin-4-yl)-6,7-dihydro-5*H*-pyrazolo-[1,2-a]pyrazol-1-one, including all enantiomeric and diasteriomeric forms and pharmaceutically acceptable salts thereof, said compound having the formula:

- b) one or more pharmaceutically acceptable excipients.
- 7. A method for controlling the osteoarthritis, rheumatoid arthritis and diabetes in humans, said method comprising the step of administering to said humans a pharmaceutical composition comprising:
 - a) an effective amount of the compound 2-(4-fluorophenyl)-3-[2-(2-hydroxy-1,2-dimethylpropylamino)pyrimidin-4-yl]-6,7-dihydro-5*H*-pyrazolo[1,2-a]pyrazol-1-one, including all enantiomeric and diasteriomeric forms and pharmaceutically acceptable salts thereof, said compound having the formula:

- b) one or more pharmaceutically acceptable excipients.
- 8. A method for controlling the level of one or more inflammation inducing cytokines selected from the group consisting of, interleukin-1 (IL-1), Tumor Necrosis Factor-α (TNF-α), interleukin-6 (IL-6), and interleukin-8 (IL-8), thereby controlling, mediating, or abating disease states affected by the level of extracellular inflammatory cytokines in humans, said method comprising the step of administering to said humans a pharmaceutical composition comprising:
 - a) an effective amount of one or more bicyclic pyrazolones including all enantiomeric and diasteriomeric forms and pharmaceutically acceptable salts thereof, said compound selected from bicyclic pyrazolones having the formula:

i)

ii)

- iii) mixtures thereof; and
- b) one or more pharmaceutically acceptable excipients.